



December 12, 1997

D. Wayne Hedberg Department of Natural Resources Division of Oil, Gas and Mining 1594 West North Temple Box 145801 Salt Lake City, Utah 84114-5801

Re: Escalante impoundment underdrain plug

Dear Mr. Hedberg:

This letter is to inform you that on December 3 we plugged the underdrain lines at the Escalante tailings impoundment, per our proposal of May 14, 1997. I was on site to oversee the work. We backfilled and graded the excavations required to access the valves after the grout and cement had been pumped into the lines.

Give me a call at (208) 769-4157 if you have any questions.

Sincerely yours,

Alan Wilson

Senior Reclamation Engineer